

CORRECTED FISCAL NOTE

SB 1481 – HB 1609

May 1, 2007

SUMMARY OF BILL: Makes the amount of a Tennessee HOPE scholarship awarded to a student attending an eligible two-year postsecondary institution and living in on-campus housing the same as the amount of a Tennessee HOPE scholarship awarded to students attending eligible four-year postsecondary institutions.

ESTIMATED FISCAL IMPACT:

On April 16, 2007, we issued a corrected fiscal note indicating *an increase in the expenditure of lottery proceeds earmarked for scholarships and grants by \$485,000 in FY07-08 and by \$532,000 in FY08-09*. Based on new information from the Tennessee Student Assistance Corporation (TSAC), the estimated fiscal impact of this bill is:

(CORRECTED)

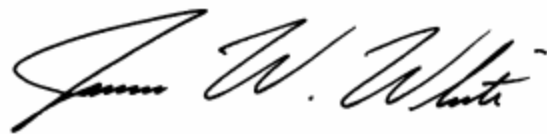
Other Fiscal Impact – Increases the expenditure of lottery proceeds earmarked for scholarships and grants by \$215,000 in FY07-08 and by \$236,000 in FY08-09.

Assumptions:

- According to TSAC there are currently 113 HOPE scholarship recipients living in on-campus housing at Hiwassee College and Gupton College combined.
- The Tennessee HOPE scholarship awarded to students attending eligible four-year postsecondary institutions is currently \$3,800.
- Currently these students are receiving a \$1,900 HOPE scholarship award. Under the amendment these students could receive the full HOPE scholarship amount of \$3,800.
- In Year 1 an estimated 113 students could receive the additional HOPE scholarship amount of \$1,900 totaling \$214,700.
- In Year 2 an estimated 124 students could receive the additional HOPE scholarship amount of \$1,900 totaling \$235,600.
- A 10% increase in recipients is assumed in Year 2.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is written in a cursive style with a large, stylized "J" and "W".

James W. White, Executive Director